



DEFENSE LOGISTICS AGENCY
THE DEFENSE CONTRACT MANAGEMENT COMMAND
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FT. BELVOIR, VIRGINIA 22060-6221

IN REPLY
REFER TO

AQO

NOV 18 1997

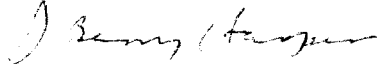
MEMORANDUM FOR COMMANDERS, DEFENSE CONTRACT MANAGEMENT
DISTRICTS
COMMANDER, DCMC BALTIMORE
COMMANDER, DCMC TWIN CITIES
COMMANDER, DCMC LOCKHEED MARTIN ORLANDO

SUBJECT: Single Process Initiative (SPI) Proposals to Modify Small, Small
Disadvantaged and Women-Owned Small Business Subcontracting Plan
Requirements

This memorandum provides the status of regulatory and statutory proposals that will impact SPI proposals to reduce/eliminate Small, Small Disadvantaged and Women-Owned Small Business Subcontracting Plan Requirements. According to the SPI database, there are three SPI proposals requesting changes to these requirements (Attachment 1).

Federal Acquisition Regulation (FAR) Case 97-300, Liquidated Damages, proposes changing the current requirement to submit individual subcontracting plans for each Government related prime contract greater than \$500,000 to permit the Contractor to submit a Master plan that contains all the elements required by the clause at 52.219-9, Small, Small Disadvantaged and Women-Owned Small Business Subcontracting Plan. Master plans shall be effective for a 3-year period after approval by the contracting officer. The regulatory relief proposed by this FAR Case appears to be in consonance with the proposed SPI proposals. The Defense Acquisition Regulatory Council agreed to a draft final rule and forwarded the case to the Civilian Agency Acquisition Council for its review and approval on October 6, 1997.

Thank you for your efforts in submitting these proposals. These proposals are not subject to the 120-day goal and should not be counted as overage. No contract modifications can be executed in response to these SPI proposals until final disposition of the FAR Case. We will provide updates as progress is made. If you have any questions, please contact Mr. Ron O'Daniell, SPI Team, at (703) 767-3365, or ron_odaniell@hq.dla.mil.


JILL E. PETTIBONE
Executive Director
Contract Management Policy

Attachment

**SPI Processes - Small, Small Disadvantage and Women Owned Small Business
Subcontractor Plans**

Sperry Marine Inc., Charlottesville, VA, submitted May 1, 1997

Military Requirements: FAR 52.219-9

Proposed Process: Replace current requirement for subcontracting plan for each contract meeting the threshold with an annual Master Plan.

Rockwell-Collins Avionics & Communications Division, Cedar Rapids, IA, submitted
October 17, 1996

Military Requirement: FAR 52.219-9

Proposed Process: Eliminate individual Subcontracting Plans and replace with an annual Master Subcontracting Plan.

Lockheed Martin Electronics & Missiles, Orlando, FL, submitted August 8, 1996

Military Requirement: FAR 52.219-9

Proposed Process: Eliminate the requirement for individual subcontracting plans.